RAILROAD COMMISSION OF TEXAS OFFICE OF GENERAL COUNSEL

OIL AND GAS DOCKET NO. 02-0229734 IN THE MARCADO CREEK (4000) FIELD, VICTORIA COUNTY, TEXAS

FINAL ORDER DISMISSING THE HEARING TO SHOW CAUSE WHY THE INJECTION PERMIT FOR THE LEO HANSELMAN UNIT 1 WELL NO. 1 SHOULD NOT BE AMENDED OR REVOKED MARCADO CREEK (4400) FIELD, VICTORIA COUNTY, TEXAS

The Commission finds that after statutory notice in the above-numbered docket heard on November 2, 2001, 2001, the presiding examiners have made and filed a report and proposal for decision containing findings of fact and conclusions of law, which was served on all parties of record; and that this proceeding was duly submitted to the Railroad Commission of Texas at conference held in its offices in Austin, Texas.

The Commission, after review and due consideration of the examiner's report and proposal for decision, the findings of fact and conclusions of law contained therein, hereby adopts as its own the findings of fact and conclusions of law contained therein, and incorporates said findings of fact and conclusions of law as if fully set out and separately stated herein.

Therefore, it is **ORDERED** by the Railroad Commission of Texas that the hearing to show cause why DSC's current injection permit (Permit No. 02899) for the Leo Hanselman Unit 1, Well No. 1, Marcado Creek (4400) Field, Victoria County, Texas, should not be amended or revoked for failure to ensure injection fluid is confined to the approved strata and for failure to operate in compliance with the permit, be and it is hereby **DISMISSED**.

It is further **ORDERED** by the Commission that this order shall not be final and effective until 20 days after it is actually mailed to the parties by the Commission; provided that if a motion for rehearing of the application is filed by any party at interest within such 20-day period, this order shall not become final until such motion is overruled, or if such motion is granted, this order shall be subject to further action by the Commission. Pursuant to TEX. GOV'T CODE §2001.146(e), the time allotted for Commission action on a motion for rehearing in this case prior to its being overruled by operation of law, is hereby extended until 90 days from the date the order is served on the parties.

Each exception to the examiners' proposal for decision not expressly granted herein is overruled. All requested findings of fact and conclusions of law which are not expressly adopted herein are denied. All pending motions and requests for relief not previously granted or granted herein are denied.

Done this	day of	, 2002.
		RAILROAD COMMISSION OF TEXAS
		Chairman Michael L. Williams
		Commissioner Charles R. Matthews
ATTEST:		Commissioner Tony Garza
Secretary		